

PSC NO: 8 GAS
NATIONAL FUEL GAS DISTRIBUTION CORPORATION
INITIAL EFFECTIVE DATE: 8/01/05
ISSUED IN COMPLIANCE WITH ORDER IN CASE NO. 04-G-1047 DATED 7/22/05.

LEAF: 140
REVISION: 2
SUPERSEDING REVISION: 1

GENERAL INFORMATION (Cont'd)

II. 35. CONTINUED

Effective August 1, 2005 in Case 04-G-1047 the state income tax implemented in Case 00-M-1556 is included in the Company's base billing rates. Reconciliation of State income tax receipts and costs will not be required for rates in effect after August 1, 2005. Any State income taxes related to previously effective overcollection or undercollection of rates pursuant to Case 00-M-1556 will be refunded or surcharged to Customers in accordance with the Commission's Order in Case 04-G-1047.

Issued by D. J. Seeley, President, 6363 Main Street, Williamsville NY 14221
(Name of Officer, Title, Address)